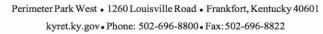


## KENTUCKY RETIREMENT SYSTEMS

## David L. Eager, Interim Executive Director





February 14, 2017 February 28, 2017

Ms. Katie Carney Executive Assistant, Director's Office Legislative Research Commission Capitol Annex, Room 104 Frankfort, KY 40601

RE: Senate Bill 126 GA (2017 RS BR 16) AA Statement Required by KRS 6.350

AA Statement 1 of 1

Dear Ms. Carney:

Senate Bill 126 GA (2017 RS BR 16) amends KRS 16.505, 61.510 and 78.510 to define final compensation to allow state and county employees, who entered the retirement systems on or after September 1, 2008, but prior to January 1, 2014, to use partial fiscal years, which may contain less than 12 months of service credit, to reach a final compensation calculation that is at least 60 months for non-hazardous employees and at least 36 months for hazardous employees.

Kentucky Retirement Systems staff members have examined Senate Bill 126 GA (2017 RS BR 16) and have determined that the bill will not increase or decrease benefits or the participation in benefits in any of the retirement systems administered by Kentucky Retirement Systems. Furthermore, Senate Bill 126 GA (2017 RS BR 16) will not change the actuarial liability of any of the retirement plans administered by Kentucky Retirement Systems. Therefore, we have not requested any further actuarial analysis of Senate Bill 126 GA (2017 RS BR 16) by the Systems' independent actuary.

Please let me know if you have any questions regarding our analysis of Senate Bill 126 GA (2017 RS BR 16).

Sincerely,

David L. Eager

Interim Executive Director Kentucky Retirement Systems

David Euge